CHARITY KENYON, SBN 078823 RIEGELS CAMPOS & KENYON LLP 2500 Venture Oaks Way, Suite 220 Sacramento, CA 95833-4222 **ENDORSED** Telephone: (916) 779-7100 Facsimile: (916) 779-7120 4 UEC 1 0 2002 STEVEN BENITO RUSSO, SBN 104858 5 Chief of Enforcement By V. Saumure Deputy LUISA MENCHACA, SBN 123842 6 General Counsel 7 WILLIAM L. WILLIAMS, JR., SBN 99581 Commission Counsel HOLLY B. ARMSTRONG, SBN 155142 8 Commission Counsel FAIR POLITICAL PRACTICES COMMISSION 9 428 J Street, Suite 620 10 Sacramento, CA 95814 Telephone: (916) 322-5660 Facsimile: (916) 322-1932 11 12 Attorneys for Plaintiff 13 14 SUPERIOR COURT OF THE STATE OF CALIFORNIA IN AND FOR THE COUNTY OF SACRAMENTO 15 16 FAIR POLITICAL PRACTICES COMMISSION, 17 Case No. 02AS04545 a state agency, 18 Plaintiff, DECLARATION OF KAREN 19 GETMAN IN OPPOSITION TO MOTION TO QUASH SERVICE AND 20 V. IN SUPPORT OF REQUEST FOR JUDICIAL NOTICE (Evid. Code § AGUA CALIENTE BAND OF CAHUILLA 21 452(d).) INDIANS, and DOES I-XX, 22 Date: December 20, 2002 Defendants. Time: 2:00 p.m. 23 Dept: 53 Judge: Hon. Loren McMaster 24 Action Filed July 31, 2002 No Trial Date Set 25 26 27 28

- 1. I am Chairman of plaintiff Fair Political Practices Commission, having served in this office continuously since March, 1999. I have personal knowledge of the matters set forth below, and if called to testify on these matters, I could competently do so. In particular, I have at all times personally supervised the Commission's conduct of the litigation described below, and this agency's coordination with the office of the Attorney General. I make this declaration in opposition to defendant's motion to quash, and in support of the Commission's request for judicial notice.
- 2. The Fair Political Practices Commission was created by the Political Reform Act of 1974, a ballot initiative passed by California voters as Proposition 9. The Commission has five members, appointed by four different appointing authorities and representing at least two different political parties. The Chairman serves as the only full-time member of the Commission. The mission of the Fair Political Practices Commission is to promote the integrity of representative state and local government in California through fair, impartial interpretation and enforcement of political campaign, lobbying, and conflict of interest laws. The Commission educates the public and public officials on the requirements of the Act. It provides written and oral advice to public agencies and officials; conducts seminars and training sessions; develops forms, manuals and instructions; and receives and files statements of economic interests from many state and local officials. The Commission also investigates alleged violations of the Political Reform Act, imposes penalties when appropriate, and assists state and local agencies in developing and enforcing conflict-of-interest codes.
- 3. On or about August 8, 2000, I was served in my official capacity with a summons and complaint for declaratory and injunctive relief in an action brought in the United States District Court for the Eastern District of California, entitled *California ProLife Council, Inc. v. Karen Getman et al.*, No. CIV S-00-1698 FCD GGH. The original complaint also named the other members of the Commission, and the Attorney General of the State of California, all in their official capacities, as well as the District Attorney for the County of Sacramento as a representative of a defendant class of District Attorneys, and the City Attorney of the City of Sacramento, as a representative of a defendant class of City Attorneys. The class allegations were ultimately dismissed, along with the District Attorney and the City Attorney, leaving the Commission and the Attorney General as defendants in the action.

The Commission and the Attorney General actively litigated this action as co-defendants, collaborating on all documents filed with the trial court.

- 4. One of the core purposes of the Act is the full and truthful disclosure of receipts and expenditures made to influence the outcome of California elections "in order that the voters may be fully informed and improper practices may be inhibited." Government Code § 81002(a). Organizations that receive or expend funds to influence California elections may be deemed "committees" under the Act, with obligations to disclose certain receipts and expenditures. The California ProLife Council, which appeared to meet the statutory definition of a "committee" with disclosure obligations, challenged on constitutional grounds portions of the Act defining "committee." Defendants were compelled to defend the constitutionality of the challenged provisions, *inter alia*, by establishing to the district court's satisfaction that the state had a "compelling interest" in disclosure of receipts and expenditures made to influence California elections. Defendants were successful in obtaining early dismissal of several causes of action asserted by plaintiff in that case, defeated a motion for preliminary injunction and, on January 22, 2002 defendants obtained summary judgment on what remained of plaintiff's claims. The matter is now pending before the Ninth Circuit Court of Appeals.
  - 5. Attached hereto as Ex. "A" is a certified copy of a Declaration by David Binder filed in the above-referenced ProLife case, in support of defendants' opposition to plaintiff's motion for preliminary injunction, obtained from the district court's records. In this Declaration, after establishing his credentials as an expert in the subject, Mr. Binder testifies at length on the extent to which voters can and do change their voting behavior when they are informed of the identities of the supporters or opponents of candidates or ballot measures.
  - 6. Attached hereto as Ex. "B" is a certified copy of a Declaration by Stephen K. Hopcraft in support of defendants' opposition to plaintiff's motion for preliminary injunction in the ProLife case, obtained from the district court's records. In this Declaration, after establishing his expertise and campaign experience, Mr. Hopcraft testifies that information gleaned from publicly-filed campaign finance disclosure reports is "absolutely critical" to both voters and the news media, particularly in sorting through the claims and counter-claims typically found in ballot measure campaigns.

themselves to information provided in campaign finance disclosure reports.

- 8. Attached hereto as Ex. "D" is a true and accurate copy of the district court's October 24, 2000 Memorandum and Order dismissing counts 1, 2, 3, 4, and 6 of plaintiff's complaint in the ProLife action, and partially dismissing counts 5 and 10, based primarily on the court's conclusion that both the United States Supreme Court and the Ninth Circuit Court of Appeals have recognized a state interest in informing the electorate of campaign expenditures and "[m]oreover, the State's interest in requiring organizations to provide information concerning their political expenditures and contributions is particularly strong in California." (*Id.* at page 18.) The Commission will ask that this court take judicial notice of the district court's finding on this point, under California Evidence Code § 452(d). The district court's January 22, 2002 grant of summary judgment on the remaining claims in the ProLife action did not revisit the "merits," but was based on procedural defects in plaintiff's surviving claims.
- 9. Attached hereto as Ex. "E" is a true and accurate copy of a September 17, 2001Memorandum and Order of the district court in a second case involving the Commission during my tenure as Chairman, *Institute of Governmental Advocates, et al. v. Fair Political Practices Commission, et al.*, No. Civ. S-01-859 FCD JFM. The district court's decision upholds the state's interest in the Act's lobbyist provisions against a constitutional challenge to the recently-added restriction on contributions from lobbyists. The Commission will ask that the court take judicial notice of this decision.
- 10. Attached hereto as Ex. "F" is a true and accurate copy of a Stipulation, Decision and Order of the Fair Political Practices Commission, as contained in the Commission's files and signed by me on December 8, 2000, along with a true and accurate copy of the "Statement of Respondent's Rights" referred to in the Sitpulation, Decision and Order. The Stipulation, Decision and Order is the outcome of a Commission enforcement action (FPPC No. 2000-425) against the Pachenga Band of Luiseno

Indians, in which the respondent tribe admitted to having violated the Act, waived any and all procedural rights to an administrative hearing, and paid a fine to the General Fund of the State of California in the amount of \$2,000. The Commission will ask that the court take judicial notice of this Stipulation, Decision and Order.

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11. During the late 1990's, there were an unprecedented number of "private attorney general" actions filed against individuals and groups who met the statutory definition of a "major donor" by contributing \$10,000 or more to California candidates and committees in a single calendar year. Between August 1998 and September 1999, the Commission received 347 requests, pursuant to Government Code 91007, from individuals requesting that we undertake enforcement actions against persons who allegedly failed to file a required major donor report; such requests are a statutory prelude to filing a private attorney general action in court against the alleged violator. By September 1999, the Commission was under a great deal of pressure to do something about the private attorney general actions. We considered two proposals to counter the proliferation of private attorney general actions. The first proposal would have changed the statutory definition of a "major donor" to exclude those who contributed only to a single candidate or ballot measure, no matter how large the contribution. That proposal met with extremely strong opposition from the public. The public opposition is summarized by a Sacramento Bee editorial published on September 10, 1999, the day of our monthly meeting, and entitled: "FPPC rule changes; Public needs more info, not less, about big givers." The editorial stated in part: "More troubling is the legislative proposal to change the definition of major donor to exclude anyone who gives to a single candidate or committee, no matter how large the contribution. Because the recipient candidate or committee has to report, too, says Getman, major donor reports from these single givers are 'duplicative' and 'unnecessary.' She's wrong. Here's why. Major politicians - Gov. Gray Davis, for example -receive thousands of contributions a year. The contributions are filed on hundreds of pieces of paper. It can take days to plow through Davis' filings looking for a single name. Multiply Davis by 120 legislators and thousands of local elected officials and finding the big givers can be all but impossible. That's why major donor [sic] were required to report in the first place and that's why those reporting requirements still make sense." A true and accurate copy of the Sacramento Bee editorial is attached hereto as Ex. "G.

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The Commission ultimately decided against recommending any legislative change in the 12. definition of major donor. Instead, in September 1999 the Commission approved the second proposal, which set up a streamlined enforcement procedure for handling major donor complaints and made the handling of such complaints a priority for our enforcement division. In June 2000, we approved a proactive enforcement program to track down and prosecute major donor violators. These enforcement programs have enabled us to actively pursue large donors who fail to file a major donor report. In calendar year 2000, we approved 42 administrative settlements of major donor cases, constituting 24% of our enforcement caseload that year. In calendar year 2001, we prosecuted 67 cases under our proactive major donor enforcement program, constituting 41% of our enforcement caseload that year. Indeed, during the first year of our proactive major donor enforcement program (June 2000 - June 2001), we identified more than \$3 million in unreported contributions by major donors. Our emphasis on major donor violators has had significant and positive impacts. Since we began our major donor enforcement program in September 1999, not a single private attorney general action has been filed against a major donor. More importantly, during the first year our proactive major donor enforcement program was in operation, we saw an 83% reduction in identified major donor violations between the first and second semi-annual filing periods.

I declare under penalty of perjury under the laws of the state of California that the foregoing is true and correct of my own knowledge, and that this declaration was executed in Sacramento, California, on December 4, 2002.

> By: Vern Jethan Karen Getman

Fair Political Practices Commission